



NASA Advisory Council Meeting

# **REPORT OF AUDIT & FINANCE COMMITTEE**

**Robert Hanisee, Chairman**

**Hon. Ted McPherson**

**Hon. Michael Montelongo**

**Howard Stanislawski**

**April 19, 2007**



## **Old Business**

### **Fund Balance With Treasury**

Further Progress: At the end of March balance was \$2M net versus \$10M at Prior Year End

### **Environmental Liability**

Still in good shape, but team that designed and implemented process (fix) has moved on

At Present no problem but monitoring closely

Still to do: Get Vendor to perform IV&V on software



## **Old Business**

### **Financial Staff Personnel Issues**

Still 10 FTE's below full compliment  
Qualified candidates hard to find  
Continue to monitor

### **Grant Accounting**

Under study by NSSC Transition Team  
Consulting with HHS

### **Unobligated Balances**

Report due to Terry Bowie by End of April



## Old Business

### **SAP Version Update**

Feb 07 NAC Meeting reported that SAP Version Update - GO  
Live Nov. 2006 - uncovered a data mapping glitch

SAP Patch - Feb 2007

Problem has metastasized to 10 major items

Required attention from SAP Corporate Management

Most Items now cleared-up

Problems should be fixed with all patches in place by Mid  
May



## Old Business

### Property Plant & Equipment

Long Pole in Tent

To Review:

|              |         |
|--------------|---------|
| Total Assets | \$33.2B |
|--------------|---------|

|              |           |
|--------------|-----------|
| Theme Assets | \$12- 15B |
|--------------|-----------|

|                  |         |
|------------------|---------|
| All Other Assets | ~ \$20B |
|------------------|---------|

- Shuttle

- ISS

- Ground Support



**Old Business**

## **PPE – Continued**

### **Theme Assets Accounting Change**

FASAB ruling expected in May

Change would treat Theme Assets as R&D

- Immediate Write-Off
- OIG & E&Y likely to go Along
- OCFO anticipates Approval



**Old Business**

## **Contractor Held Property**

Propose Including Assets identification  
on Form 533 – will facilitate traceability

Temporarily transfer control back to  
centers

Solution likely to be costly



## **Old Business**

### **NASA Shared Services Center**

#### **23 Functions – Currently 4 Financial**

- Missed Some Milestones
- No New Functions Transferred in
- OCFO has implemented a more prudent timeline
- Encourage OCFO to develop a plan before further transfer





# Committee Recommendations

## IMPLEMENTED

Center CFO Chain of Command  
OCFO Staff Responsibility  
Environmental Liabilities

## IN PROCESS

JSC Error Tracking Tool - Presented to ALL Centers  
Customer Satisfaction Tool

## NEW

None At This Time



## Future Actions

Property Plant & Equipment – Explore Options

Financial & Control Systems – Review & Monitor

IEMP – Fact Finding Meeting with Bobby German

Grant Accounting – Fact Finding Meeting

Unobligated Balances – Fact Finding Meeting

NASA Shared Services Center – Continue Monitoring

New Projects – Schedule meeting on Costs & Internal Controls

ARES

Orion

COTS

ISS